



SANDRA SHEWRY
Director

State of California—Health and Human Services Agency
Department of Health Services



ARNOLD SCHWARZENEGGER
Governor

March 23, 2006

PPL No. 06-004

TO: LOCAL GOVERNMENTAL AGENCY COORDINATORS FOR
TARGETED CASE MANAGEMENT

SUBJECT: TCM FEDERAL MEDICAL ASSISTANCE PERCENTAGE

This letter is to advise the Local Governmental Agencies (LGA) that the new Federal Medical Assistance Percentages (FMAP) rates effective October 1, 2006, will continue at 50.00 percent. Effective rates are for services provided on or after July 1, 2006, the start of state fiscal year (FY) 2006-07, and will continue through September 30, 2007.

The following chart identifies the FMAP from July 1, 2006 forward:

DATES OF SERVICE	FMAP
July 1, 2006 – September 30, 2006	50.00 percent
October 1, 2006 – September 30, 2007	50.00 percent

The continuation of this percentage in the FMAP does not change how the LGA submits Targeted Case Management (TCM) claims. The Department of Health Services' (DHS) TCM staff will calculate the federal share for reimbursement based on the prevailing FMAP for the date of service. The FMAP percentage applies only to TCM claims and does not affect the federal financial participation for the Medi-Cal Administrative Activities (MAA) program.

LGA Coordinators for TCM
Page 2
March 23, 2006

If you have any questions, please contact Ms. Linda Battles, Chief of the TCM Unit, at (916) 440-7651 or LBattles@dhs.ca.gov.

Sincerely,

Original Signed by Elizabeth Touhey

Elizabeth Touhey, Chief
Administrative Claiming, Local and
Schools Services Section

cc: Ms. Cathleen Gentry
LGA MAA/TCM Consultant
455 Pine Avenue
Half Moon Bay, CA 94109

Mr. David Bullard
Staff Information Systems Analyst
Information Technology Systems Division
744 P Street, Room 340
Sacramento, CA 95814